



FINANCIAL & ADMINISTRATIVE SERVICES

April 23, 2020

Joint Legislative Committee on Local Government
North Carolina General Assembly
Legislative Building
16 West Jones Street
Raleigh, North Carolina 27601
Attention: Committee Chairs and Committee Assistant

Fiscal Research Division
North Carolina General Assembly
Legislative Office Building
300 North Salisbury Street, Suite 619
Raleigh, North Carolina 27603-5925

Re: Revenue Bond Anticipation Note by the City of Greensboro, North Carolina for Water and Sanitary Sewer Improvements

Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, the City of Greensboro, North Carolina (the "City") hereby notifies you of its intent to issue a revenue bond anticipation note (the "Note") pursuant to The State and Local Government Revenue Bond Act, being Article 5 of Chapter 159 of the General Statutes of North Carolina, and Article 9 of Chapter 159 of the General Statutes of North Carolina in the principal amount not to exceed \$85,000,000 to provide interim financing for various improvements to the City's water and sanitary sewer systems (the "Project"). The obligations of the City under the Note will be secured by a lien on the net receipts of the City's water and sanitary sewer system and will not be secured by the faith and credit or taxing power of the City.

It is expected that the Note will have a term not to exceed two years with a five-year term out and will initially bear interest at a variable rate equal to 81.1% of one-month LIBOR plus not to exceed 1.58%. The City intends to issue revenue bonds within two years from the date of the Note for the purpose of prepaying the Note.

The City expects to obtain the approval of the Note from the North Carolina Local Government Commission on June 2, 2020 and close the financing by June 30, 2020.

If you have any questions or require any further information, please do not hesitate to contact me.

CITY OF GREENSBORO, NORTH CAROLINA

By: R. L. Lusk

Richard L. Lusk, Finance Director

cc: Local Government Commission